

**LEGISLATIVE SERVICES AGENCY  
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**FISCAL IMPACT STATEMENT**

**LS 6276**

**BILL NUMBER:** SB 124

**NOTE PREPARED:** Nov 30, 2011

**BILL AMENDED:**

**SUBJECT:** Local Government Reorganization.

**FIRST AUTHOR:** Sen. Head

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:**     **GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** Local

**Summary of Legislation:** The bill eliminates the requirement that a reorganization committee must be appointed to prepare the reorganization plan as part of a proposed local government reorganization.

It provides that the legislative bodies of the reorganizing political subdivisions (rather than a reorganization committee) shall prepare the reorganization plan that must be adopted by the legislative bodies before the proposed reorganization is placed on the ballot.

The bill also repeals a provision: (1) requiring the consideration of a final reorganization plan; and (2) allowing voters to petition to have the final reorganization plan placed on the ballot; if a reorganization plan is not approved within one year after the reorganization plan is presented.

**Effective Date:** January 1, 2013.

**Explanation of State Expenditures:**

**Explanation of State Revenues:**

**Explanation of Local Expenditures:** The repeal of the reorganization committee could minimally reduce costs by eliminating the expense reimbursement to which the members of the committee would be entitled. All duties for developing a reorganization plan would remain and would be undertaken by the legislative bodies of the reorganizing political subdivisions.

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:** All political subdivisions.

**Information Sources:**

**Fiscal Analyst:** Karen Firestone, 317-234-2106.